

5/039/001

PEAK MINERALS, INC.

102 N. CASCADE AVENUE • SUITE 500 • COLORADO SPRINGS, COLORADO 80903
OFFICE 719-471-3700 • FAX 719-473-4829

October 18, 1988

Mr. Ken May
Associate Director of Mining
State of Utah
Department of Natural Resources
Division of Oil, Gas and Mining (DOGM)
355 West North Temple
3 Triad Center, Suite 350
Salt Lake City, Utah 84180-1203

Mailed Certified
Return Receipt Requested

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OCT 21 1988

DIVISION OF
OIL, GAS & MINING

Dear Ken,

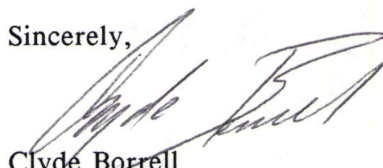
Enclosed are two copies of our "Notice of Intention to Commence Small Mining Operations" for our property in southern Utah. Basically Form MR-SMO (Revised 2/88) was followed as a guideline for this filing. If more information is needed, please let us know as soon as possible.

We do not have a firm date as to when we would actually start the mining operation. Initially we anticipate mining about 100 tons of the material, referred to as Azomite, for testing purposes sometime within the next six months. The purpose of this filing is to ensure that we are "playing by the rules" even on such a small mining venture. We will keep you informed.

In section II-B of the application you will see that we would welcome a visit by the DOGM to review the existing disturbance at the site we intend to mine. If you are interested in visiting the site, and if you would like a Peak representative (me) to show you the property, please let me know. I travel to the property regularly and would enjoy showing you the property. Just give me a call if you or any of your people are interested in a "guided tour" of the Azomite claims.

All of us here at Peak are looking forward to working with you and the State on this project. Hopefully this venture will be rewarding for all persons and organizations involved.

Sincerely,



Clyde Borrell
Vice President

cc: CSM
WWE